

FY 2021 Supplemental Request

Joint Finance Appropriations Committee
4/14/2021

Department: Office of the State Controller
Division: Office of the State Controller
Description: American Rescue Plan Act of 2021

Motion Makers: Senator Woodward

Background: Local Fiscal Recovery Funds

Section 9901 of the American Rescue Plan Act of 2021 provides recovery funding to units of local government. For Idaho, \$103,548,500 has been allocated to the state for distribution to nonentitlement units of local government (cities with a populations of less than 50,000). Funding is available through December 31, 2024 and the allowable uses include COVID-related costs, premium pay for certain employees, revenue replacement, and for sewer, water, and broadband infrastructure. The US Treasury will provide payment to the state in two tranches of 50% each. Idaho is to receive the first payment no later than May 10, 2021 and the second payment no earlier than 12 months after receipt of the first payment. Distribution of the first payment to cities must occur no later than 30 days after receipt of funding, which would likely still be in FY 2021.

The Office of the State Controller can implement and distribute this funding to the cities within the required 30 days after receipt of funding. To accomplish this the State Controller would need an FY 2021 supplemental appropriation as shown in the table below. Distribution to the individual cities is based on population and according ARPA provisions, no city may receive a distribution in excess of 75% of its most recent budget. Lastly, any city receiving a payment made under Section 9901 of ARPA shall provide to the Secretary of the Treasury periodic accounting reports and other information as required for administration.

1. **Reopen FY 2021 Budget:** Requires unanimous consent or 2/3 majority to reopen.

"I request unanimous consent to reopen the fiscal year 2021 budget for the Office of the State Controller"

2. **Appropriation:**

I move for the Office of the State Controller, Administration Program, a fiscal year 2021 onetime appropriation of \$51,774,300 from the American Rescue Plan Fund to be distributed to Idaho Nonentitlement Units of Local Government in accordance with Section 9901 of the American Rescue Plan Act of 2021.

Appropriation

Fund	Type	OT	FTP	PC	OE	CO	TB	Total
0344	Fed	<input checked="" type="checkbox"/>	0.00	\$0	\$0	\$0	\$51,774,300	\$51,774,300

3. **Reopen FY 2022 Budget:** Requires unanimous consent or 2/3 majority to reopen.

"I request unanimous consent to reopen the fiscal year 2022 budget for the Office of the State Controller"

- 4 **Language:** *"I request unanimous consent to accept the reappropriation language shown on the screen."*

REAPPROPRIATION. There is hereby reappropriated to the Office of the State Controller any unexpended and unencumbered balances appropriated to the Office of the State Controller from the American Rescue Plan Fund for FY 2021 to be used for nonrecurring expenditures for the period July 1, 2021, through June 30, 2022. The Office of the State Controller shall confirm the reappropriation amount, by fund, expense class, and program, with the Legislative Services Office prior to processing the reappropriation authorized herein.